

YE11

NonExempt

COFRS ACCOUNTING MODEL

Eliminate Retirement of Indebtedness Fund

Additions and Deductions in Plant Subfunds

Traditional audit guide accounting for retirement of indebtedness (ROI) requires ROI fund deductions to be recorded in the ROI plant fund with an equal amount of ROI fund addition recorded in the Investment in Plant fund when the debt principle is reduced.

This entry is required to eliminate retirement of indebtedness (ROI) fund additions and deductions that are fed as separate amounts to COFRS fund 371 from the institutional system.

This entry is not necessary if the ROI activity is eliminated during the feed process and the required result is achieved during normal reporting throughout the year.

This presentation must be achieved at fiscal year-end.

Authoritative Source(s): The Higher Education Financial Advisory Committee (FAC)
GASB Statements No. 34 and 35
AICPA College Audit Guide
NACUBO Farm Manual

COFRS JOURNAL ENTRY CODING									
BankCode	Fund/Agency	APPR	Program	AcctType	BSA/RSC/OBJ	PrngCat	DR	CR	
Record additions and deductions throughout the year.									
1	Exempt Plant Fund Nonappropriated Expenditures Retirement of Indebtedness Expenditure Bond/Note Principal	371/GXX	NAP	4200	22	6710		\$6,000	
2	Exempt Plant Fund Not used with Balance Sheet Accounts Asset Cash with State Treasury	371/GXX	XXX	XXX	01	1100			\$6,000
3	Exempt Plant Fund Not used with Balance Sheet Accounts Liability Bonds Payable	371/GXX	XXX	XXX	02	2320		\$6,000	
4	Exempt Plant Fund Nonappropriated Expenditures Retirement of Indebtedness Revenue ROI Elimination Account	371/GXX	NAP	4200	31	ABGN			\$6,000
Year-End Entry to Eliminate ROI									
Necessary only to eliminate ROI fund additions/revenues and deductions/expenses that have been recorded separately.									
5	Financial Presentation Fund Nonappropriated Expenditure Retirement of Indebtedness Revenue ROI Elimination Account	399/GXX	NAP	4200	31	ABGN		\$6,000	
6	Financial Presentation Fund Nonappropriated Expenditure Retirement of Indebtedness Expenditure Bond/Note Principal	399/GXX	NAP	4200	22	6710			\$6,000